

INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT

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ASSET CASES

Case No: 09-32912 HDH Judge: HONORABLE HARLIN D. HALE
Case Name: MILLENNIUM PROTECTION GROUP, IN

Trustee Name: Scott M. Seidel, Trustee

Date Filed (f) or Converted (c): 04/27/09 (c)

341(a) Meeting Date: 07/06/09

Claims Bar Date: 06/17/10

For Period Ending: 03/31/10

1	2	3	4	5	6
Asset Description (Scheduled and Unscheduled (u) Property)	Petition/ Unscheduled Values	Estimated Net Value (Value Determined by Trustee, Less Liens, Exemptions, and Other Costs)	Property Abandoned OA=554(a) Abandon DA=554(c) Abandon	Sale/Funds Received by the Estate	Asset Fully Administered (FA)/ Gross Value of Remaining Assets
1. Bond Cancellation Refund (u)	Unknown	0.00		950.00	FA
2. Post-Petition Interest Deposits (u)	Unknown	N/A		0.41	Unknown
3. CHECKING BALANCE	0.00	0.00		6,827.94	0.00
4. Storage Items	0.00	0.00		0.00	0.00

				Gross Value of Remaining Assets
TOTALS (Excluding Unknown Values)	\$0.00	\$0.00	\$7,778.35	\$0.00
				(Total Dollar Amount in Column 6)

Major activities affecting case closing which are not reflected above, and matters pending, date of hearing or sale, and other action:

3/10--counsel-pj--engaged to look into transactions-

07/06/09 341 MEETING -- Trey Harrison for Debtor -- Trustee had gone out and met with Mr. Harrison, viewed inventory, asses, and a couple sheds; picked up a flash drive; Question by Liepins - prior filing in Eastern District. After meeting with Liepins, tried to convert to #11. Debtor offered tire for life program to auto companies; there was \$21,000 at Wachovia, \$100,000+ of CD's at other banks; listed claim for wrongful setoff after case filed of some CD's; Debtor sold 11,179 contracts since May 2004; Debtor provided info as to where all contracts are in storage; there is storage for records; storage for furnishings; Trustee was given only keys; Unsecured creditor claims of 1/2 million or so due to Debtor being unable to pay for the claims for tires; Boardwalk filed lawsuit against Debtor and forced Debtor into filing; was unable to reorganize company; Debtor paid retainer of which 1/2 went to Liepins; closed down August 1; Aso used Jerry Farlow, Carl Biggs and in 2004 used Shawn & Associates as CPAs; program was sold by auto companies to folks buying new cars; Boardwalk Counsel - Debtor had over \$1M in Merrill Lynch account; Debtor pled 5th for \$1.3 million into AG Edwards Account; pled 5th on all info related to mother including source of AG Edwards deposit, identify of businesses / individuals drawing dwn on AG Edwards or CD's; Motor Yacht 5th; Frisco property 5th; Debtor paid \$4-5,000 of down payment on Frisco property; 5th re payment to mother; 5th re payment to girlfriend; salary & benefits to self 5th; NICK FOLEY questions - bought program, of the 11,000+ contracts sold, approximately sold 4500-5000 in TX;

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received advise re complying with TX insurance laws NO; no one ever advised him; no dealerships ever raised insurance issue; who designed tire for life program - Trey and Mike; any analysis on charge and coverage cost - yes; Debtor was trying to become a risk retention group out of KY; Debtor never hired anyone to do full study; on a 2007 contract Debtor charged Bardwalk \$900 for Audi Gold Plan in beginning the Boardwalk would mark up to customer; state required Debtor put aside 40% of what Debtor received, not aware of any requirement re when could remove money; TRUSTEE - O/D nsurance policy no had only general liability; most highly compensated in last 2 years between Trey, Mike Everest or Jim Hunt; in 2007, Trey got \$210,000 and in 2008 tax return was \$190,000 and in 2009 \$10,000; Everet got \$15,000 mo plus exp; Hunt got \$14,000 month plus exp and company car; Trey's family members in last 3 years - mother was employed a short time and daughter was consultant; daughter got \$17,250 and mother got \$1-1,500 per month for short period; mother organized files, etc., just had 2 strokes; never put money into company; Trey onlyone that put money in, in 2003-2004 \$10-15,000; DICK SCHIRO QUESTIONS re forms to be filled out - forms drawn up by Trey, Everett and FL attorney; Millamon study said Debtor had to raise prices to meet claims; Debtor tried to get reimbursement insurance but could not, so chose to have a 40% reserve account and a bond - bond was forfeited at filing bankruptcy; Debtor began having real problems when economy fell and dealers went out of business and contracts no longer came in; Paid over \$450,000 to Boardwalk in 4 months; Gave Trustee account info; STEVE CHAFIN - did business in TX, CO, KY,, MD, MI, CN, MA - had similar requirements for reserves and bond; PURCHASER QUESTIONED why Debtor continued to sell contracts after knowing of problems, bought car in August; Debtor put 40% in reserve account; operated like a pyramid sales, etc.; BOARDWALK COUNSEL FOLLOW-UP; 5th on telling TX they were removing bond and would no longer do business in TX; 5th on advise from Jerry Farlow re reserves; 5th latter half of 2008 salary; 5th on ownership of debtow; 5th on comapny car, names of everyone.; denied claiming sovereign insurance coverage; 5th re Merrill Lynch; 5th on testimony before Judge Hale re Millmon report; took 5th on most questions from Boardwalk including naming one company that offered to input funds; TRUSTEE closed with discussion of case outside presence of Debtor.

RE PROP# 3---Balance of account after Bank offset.

Initial Projected Date of Final Report (TFR): 12/12/12

Current Projected Date of Final Report (TFR): 12/12/12

/s/ Scott M. Seidel, Trustee

Date: 04/30/10

SCOTT M. SEIDEL, TRUSTEE